

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. NO. 3839-01
BILL NO. Perfected HB 1579
SUBJECT: Alcohol; Licenses
TYPE: Original
DATE: March 15, 2000

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
None			
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
None			
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Local Government	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses
This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Public Safety (DPS)** assume the proposed legislation would allow licensees which renew licenses timely to submit personal or business checks for renewal of license fees. A \$50 handling fee must be paid to the division for checks returned due to insufficient funds. DPS received 8 insufficient fund checks during the 1999-2000 renewal season. Therefore, it is estimated that \$400 will be received for handling fees for insufficient fund checks (8 x \$50 = \$400). Any costs associated with this proposal can be absorbed with existing resources.

Oversight assumes the number of bad checks received could decrease from current volume due to the handling fee associated with this proposal. Due to the potential for decreased volume and the insignificant impact on revenues, Oversight has shown the fiscal impact as zero for the agency.

Officials from the **Department of Revenue** assume the proposed legislation would have no fiscal impact on their agency.

<u>FISCAL IMPACT - State Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
	0	0	0

<u>FISCAL IMPACT - Local Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
	0	0	0

FISCAL IMPACT - Small Business

Licensees will be allowed to submit business or personal checks to renew liquor licenses. They will no longer have to obtain a bank draft, money order, certified check, or cashier's check, thereby reducing costs to licensees

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DESCRIPTION

The proposed legislation clarifies language regarding the remittance of license fees. Procedures are established regarding checks returned due to insufficient funds. A \$50 handling fee must be paid to the Division of Liquor Control for such checks.

This legislation is not federally mandated, would not duplicate any other program, and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Public Safety
Department of Revenue



Jeanne Jarrett, CPA
Director
March 15, 2000